

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION

April 14, 2005

TO: Honorable Leticia Van de Putte, Chair, Senate Committee on Veteran Affairs & Military Installations

FROM: John S. O'Brien, Deputy Director, Legislative Budget Board

IN RE: SB1481 by Shapleigh (Relating to loans for economic development projects to assist defense communities affected by military base closures.), **Committee Report 1st House, Substituted**

No significant fiscal implication to the State is anticipated.

The bill authorizes the Military Preparedness Commission to use the Texas Military Value Revolving Loan Account to provide loans to defense communities for economic development projects that minimize the negative effects of a defense base reduction on the defense community or for an infrastructure project to accommodate new or expanded military missions as a result of the federal base realignment process. The bill also directs the awarding of defense economic assistance grants.

Local Government Impact

The fiscal impact to defense-dependent communities would depend on the funds available for loans or grants, the number of communities that applied, and the number of communities that were awarded loans or grants.

Source Agencies:

LBB Staff: JOB, MS, SMi, KJG